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Via Electronic Filing and Overnight Mail

March 18, 2015

Mr. Jeff Derouen, Executive Director Kentucky Public Service Commission 211 Sower Boulevard Frankfort, Kentucky 40602

Re: Response to Louisville Gas and Electric Company and Kentucky Utilities Company's February 25, 2015 Letter in Case No. 2014-00003

Dear Mr. Derouen:

Kentucky Industrial Utility Customers. Inc. ("KIUC") has reviewed the February 25, 2015 letter filed by Kentucky Utilities Company and Louisville Gas & Electric Company ("the Companies") in this docket stating that the Companies intend to file an application requesting that the Commission approve a DSM surcharge for industrial customers in order to recover the costs of the Cadmus industrial-demand-side-management-and-energy-efficiency-potential study. KIUC has also reviewed the March 11, 2015 letter filed on behalf of the Sierra Club, which argues that the KRS 278.285(3) statutory "opt-out" does not apply to the Cadmus study costs.

KIUC will refrain from taking a position on the Companies' proposal and the Sierra Club's argument at this time. KIUC will weigh in on these, and any other relevant issues, after the Companies file their application.

In accordance with 807 KAR 5:001 Section 8(7), KIUC certifies that (a) the electronic version of this filing is a true and accurate copy of each paper filed in paper medium; (b) the electronic version of this filing has been submitted to the Commission; and (c) a copy of this filing in paper medium has been mailed to all parties that the Commission has excused from electronic filing procedures. No materials are being filed in paper that are not included in the electronic submission.

By copy of this letter, all parties listed on the Certificate of Service have been served. Please place this document of file.

Very Truly Yours,

Michael L. Kurtz, Esq. Kurt J. Boehm, Esq.

Jody Kyler Cohn, Esq.

BOEHM, KURTZ & LOWRY

MLKkew Attachment

cc: Certificate of Service

CERTIFICATE OF SERVICE

This is to certify that the foregoing is a true and accurate copy of the document being filed in paper medium; that the electronic filing was transmitted to the Commission on March 18, 2015 that there are currently no parties that the Commission has excused from participation by electronic means in this proceeding; and that a copy of the filing in paper medium is being overnighted to the Commission on March 18, 2015.

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